January 12, 2007

Carole J. Washburn, Secretary Washington Utilities and Transportation Commission 1300 S. Evergreen Park Dr. SW P. O. Box 47250 Olympia, Washington 98504-7250

Re: Washington Utilities and Transportation Commission v.

Fragaria Landing Water Company, Inc., Docket No. UW-060662

Dear Ms. Washburn:

On December 8, 2006, the Commission suspended the procedural schedule in this docket following notification that the parties (Staff and Fragaria) reached a settlement in principle. In Order 06, the Commission required that the parties file a settlement agreement or report the status of their negotiations by January 16, 2007.

The parties are very close to finalizing the written settlement and supporting documentation, but will be unable to make necessary filings by the deadline. Further review by Staff, and also the Company, is required before signature. Accordingly, Staff, with the agreement of Fragaria, requests a short extension of the above deadline to January 26, 2007.

If you need any additional information, please let me know. Thank you for your consideration.

Sincerely,

MICHAEL FASSIO Assistant Attorney General

MAF:emd cc: Parties